# Government of the District of Columbia Office of the Chief Financial Officer



Natwar M. Gandhi Chief Financial Officer

### **MEMORANDUM**

TO: The Honorable Mary M. Cheh

Acting Chair, Council of the District of Columbia

FROM: Natwar M. Gandhi

**Chief Financial Office** 

**DATE:** June 11, 2012

SUBJECT: Fiscal Impact Statement - "Residential Parking Protection Act of 2012"

**REFERENCE:** Bill 19-217, Draft Committee Print shared with the Office of Revenue

Analysis on March 26, 2012

#### Conclusion

Funds are not sufficient in the FY 2012 budget and the FY 2013 through FY 2016 budget and financial plan to implement the bill. Implementation of the bill will result in lost permit revenue of \$29,100 in FY 2012 and \$261,500 from FY 2012 through FY 2016.

Implementation of the bill is subject to its inclusion in an approved budget and financial plan.

## **Background**

The Department of Motor Vehicles (DMV) implements the District's residential parking program. Only residents are eligible to participate in the residential parking program with a few exceptions¹ for temporary residents through a reciprocity permit program. One exception allows full-time students who are compliant with the registration and licensing regulations of their permanent jurisdiction to obtain a one year reciprocity permit for \$338. Students who reside in Advisory Neighborhood Commissions (ANC) 2A, 2E, and 3D² are unable to participate in the reciprocity program.

The bill imposes additional restrictions on ANC 3D's Single Member Districts 01, 02, 07, 08, and 10. All of the newly restricted districts are located in the Northwest quadrant in the neighborhoods

<sup>&</sup>lt;sup>1</sup> Exceptions include students, diplomats, military personnel, presidential appointees, and members of Congress.

<sup>&</sup>lt;sup>2</sup> The ANC 3D restriction only applies to Single Member Districts 3D06 and 3D09.

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surrounding American University. American University is one of two<sup>3</sup> universities predominantly located within the Ward 3.

# **Financial Plan Impact**

Funds are not sufficient in the FY 2012 budget and the proposed FY 2013 through FY 2016 budget and financial plan to implement the bill. Implementation of the bill will result in lost permit revenue of \$29,100 in FY 2012 and \$261,500 from FY 2012 through FY 2016. Permit revenue is deposited into the unrestricted portion of the local General Fund. Implementation of the bill is subject to its inclusion in an approved budget and financial plan.

DMV issued nearly 200 student reciprocity permits to Ward 3 student residents in each of the last 3 fiscal years. Since American University is the largest university wholly located within Ward 3, it is assumed that 87 percent of the issued permits are for American University students.

Estimated Fiscal Impact of Bill 19-217						
Residential Parking Protection Act of 2012						
FY 2012 through FY 2016						
	FY 2012a	FY 2013	FY 2014	FY 2015	FY 2016	Total
Local General Fund	\$29,100	\$58,100	\$58,100	\$58,100	\$58,100	\$261,500
Revenue Loss						

**Table Notes** 

<sup>&</sup>lt;sup>a</sup> Assumes August 1, 2012 implementation.

<sup>&</sup>lt;sup>3</sup> The University of the District of Columbia's main campus is located within Ward 3.